From:

Richard54b

To:

Microsoft ATR

Date:

11/16/01 9:15am

Subject:

Antitrust settlement

I think the US enforcement of anti-trust is way off the mark in the Microsoft settlement.

Suppose I had a business with \$1,000,000 of revenues and \$50,000 a year in profits and have no deep pockets.

Some company with deep pockets (i.e. Microsoft, GE, etc.) could come in a sell at cost for a year or two and drive me out, and then have a business that produces 5% return on sales indefinitely.

Netscape, not Microsoft, created a full fledged browser.

It's OK with me that Microsoft wanted to compete in the market. To me, they should have had to sell above their cost, including development, as well as support, unless they were already priced above Netscape. It's easy to drive another company out of business by giving away the product if you have more resources.

I would have suggested a fine to the effect "Great, you want to help the American Consumer by giving away software. Since you have decided to give away the browser and bundle so much into it, we are going to let (REQUIRE) you to bundle Microsoft Office for the next 5-10 years also for no cost and support it. This way you can really help the American Consumer that you love so much."

I have heard of a company that has drivers who frequently took a day or two off to go fishing, get drunk, or whatever. When the driver returned, the company told them to take 2 more days off with no pay, as the company decided the driver should have 2 more days off. The driver said that he needed the pay and couldn't afford to miss the extra 2 days. The company said it couldn't service it's customers when the driver didn't show up and the employment obligation was for the driver to show up. This quickly solved the problem and it would quickly solve Microsoft's problem of competing unfairly. If they give away more software in the future, Windows could be free for 2-3 years to help them see how too much of a good thing is a disaster.

I love the competitiveness of the software industry that gives us decent products at great prices. It has one terrible drawback that is caused by monopoly. We are stuck with the weaknesses of their product. Windows is incredibly weak with security. The old IBM 360's were 100 times harder to hack into then today's Windows products. Letting Microsoft dominate by acquiring more software monopolies in sectors where they didn't create the original software is hurting consumers as well as the original software creators. It's similar to me of letting a huge generic pharmaceutical company immediately produce knock-offs of successful drugs, without honoring patents. Maybe software should have a 2-3 year 'patent' and when Microsoft

or some other 'powerhouse' wants to enter the market, they can't sell below certain thresholds, so it's fair competition.

Richard Barron